GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:7767
ANSWERED ON:17.05.2002
AMOUNT RECOVERED BY IFCI AND IDBI
C. KRISHNAN

Will the Minister of FINANCE be pleased to state:

(a) the amount recovered by IFCI and IDBI from various companies as on 31st March 2002;

(b) the names of the major defaulters who owe more than Rs.100 crores and also the year from which the dues are outstanding;

(c) the number of companies who have disappeared from market;

(d) the concrete steps initiated by IFCI and IDBI during the last three years for recovering the dues; and

(e) the amount payable by IFCI and IDBI to various financial institutions and trusts?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI GINGEE N. RAMACHANDRAN)

(a): The amount recovered by IDBI from various assisted companies in its direct loan portfolio during the financial year 2001-2002 was Rs.12,530 crore (provisional). In so far as IFCI is concerned, during the year 2001-2002 an amount of Rs.2814.7 crores was recovered.

(b) The number of major defaulters who owe more than Rs.100 crore are 15 in IDBI and 18 in IFCIIn accordance with the practices and usages customary amongst the banks and in conformity with the provisions of statutes governing the financial institutions as also the provisions of Public Financial Institutions (obligations as to Fidelity and Secrecy) Act, 1983, the information in respect of the constituents of the Banks and Public Financial Institutions, cannot be divulged.

(c) As per the information furnished by IDBI none of the companies owning more than Rs.100 crore and defaulting in payment to IDBI has disappeared from the Stock exchange. IFCI have reported that 4 out of 18 companies were not listed on any of the stock exchanges.

(d) Steps initiated by IFCI and IDBI for recovering the dues include drive for one time negotiated settlement, initiating legal proceedings in appropriate cases, filing of suits in courts/Debt Recovery Tribunals, close monitoring of Accounts, regular reviews, discussions, follow up, visits to units as well as follow up by the nominee directors, advising the names of willful defaulotersto RBI, reference to Corporate Debt Restructuring (CDR) system for restructuring take over/merger of sick units wherever feasible or change of management, rehabilitation package for sick/BIFR cases, restructuring in respect of units facing genuine problems etc.

(e) The amount borrowed by IDBI from various FIs/Banks, trusts as on 31.3.2002 is Rs.23,629 crore and by IFCI as on 10.5.2002 is Rs.14,113.08 crore.